MINUTES

2E/2T ACQUISITION STANDING WORKING GROUP MEETING (6-7 Aug 1997)

ATTACHMENTS: Attachment (1) - List of Attendees

Attachment (2) - Agenda

Attachment (3) - Action Item Summary

Attachment (4) - Action Items

Attachment (5) - Format to Submit New Issues

- 2. WELCOME/INTRODUCTION: Mr. J. D. Lynch (NAVSURFWARCENDIV Crane (PM4)) opened the meeting by welcoming all members of the 2E/2T Acquisition Standing Working Group.
- QMB: Mr. Lynch stated the last QMB was 25 Mar 97. March QMB minutes were passed out to the SWG members. Some of the major issues discussed were the following: (1) IMSD Re-engineering where some of the NOC Headquarters functions will be moved to IMSD. is supposed to be complete by Aug 97 and supposed to save about \$1 mil annually. (2) The Naval Warfare Publication (NWP) which is will define ordnance management from the Fleet's perspective. It has a target approval date of November 97. (3) The AMICC and the Services attempts to cross level ammunition. (4) The Navy Stratification status. A total of \$38 Bil worth of ammunition was stratified with about \$3 bil declared excess. (5) The Munitions Rule and its effects on ammunition. (6) RSS&I funding shortfall (7) Status of the NOC. The NOC was to save \$173 mil annually but they are currently about \$200 mil in the red. Fleets will be taking over the WPNSTAs. Ammo Lant/Pac are now working for IMSD (8) Status of AMSS. The contract has been awarded in July 97 with phase 1 having minimum functionality by Dec 99. (9) CAIMS upgrade along with the new ROLMS retail system within the Navy. The next target QMB meeting will be November 97.
- 4. 2T Engineering Plan Development: Mr. Niehaus briefed the group on how PM4 develops their annual Engineering plan and how the process is documented including the PIP process. This same brief had been given to the Ammunition Procurement Integrated Team chaired by OSD.
- 5. Manufacturing Resource Planning (MPR-II): Mrs Huber (AMSIO-SMP) provided a briefing on the new MRP-II software/concept the IOC intends to use to improve the SMCA Business processes. It is COTS software to incorporate the best commercial practices. It will replace most of the other system files currently used and will require data to be entered only once even though the data may be used for several different reasons. All Services will have access to the System. MRP-II should be operational by 1 Oct 98.

- 6. Acquisition Reform within the IOC: Mrs. Sue Crisp and Mr. Greg Kwinski (AMSIO-ACC) provided a briefing on how Acquisition Reform is being implemented within the IOC. The IOC had recently been audited by a team lead by AMC in May 97. Many areas for improvement were identified including the need for more customer focus and teaming. The IOC had developed a strategic plan to implement Acquisition Reform which is currently on the IOC home page. One of the goals stated was to shorten Admin Lead Time and Production Lead Times. The SWG asked if a more detailed brief could be provided at the next SWG meeting detailing how the IOC intended to shorten the ALT and what they had done towards this effort.
- 7. <u>FUTURE ASWG MINUTES:</u> Future ASWG minutes will continue to sent out electronically via the Internet. PM4 will still send out e-mail announcing the minutes have been put on the Internet and how to access them.
- 8. ACTION ITEMS: Mr. John Niehaus (NAVSURWARCENDIV Crane (PM4A)) facilitated a review of all open action items.
 Attachments (3) and (4) provide a summary of the action items and a detailed action status, respectively. Attachment (5) is a sample format of how to submit new issues at the ASWG meeting.
 9. NEXT SCHEDULED MEETING: The next meeting will be held at the U.S. Army Industrial Operations Command, Rock Island, Il 2-3 December 1997. Several briefings were requested by the group; The Munitions Rule and its affects on ammunition (brief to be coordinated/organized by PM4); brief on the IOC attempts to reduce Admin Lead Times and Procurement Lead Times (brief to be provided by ACC, 2T Budget Forms (brief to be provided by PM4).